FINANCE SECRETARIAT

Sanctions the scheme for grant of loans to displaced goldsmiths for starting petty shops, cottage Industries, etc.

READ—

1. Letter No. ICV 106/63-64, dated 5th December 1963, from the Joint Director of Industries and Commerce and *Ex-Officio* Joint Registrar of Industrial Co-operatives, Bangalore.

2. Letter No. F. 10/11/64-GC II, dated 14th May 1964, from the Government of India, Ministry of Finance (Department of Revenue), New Delhi.

ORDER No. FD 15 GCO 64, DATED BANGALORE, THE 6TH JULY 1964.

With a view to give quick and effective relief to displaced goldsmiths and their families who have been affected by gold control order and the rules thereunder, the Government of Mysore, in consultation with the Joint Director of Industries and Commerce and *Ex-Officio* Joint Registrar of Industrial Co-operatives have drawn up a scheme for the disbursement of loans to the affected goldsmiths to enable them to set up petty trades and settle down in alternative avocations as indicated in Appendix I.

2. The scheme will be implemented by the Department of Industries and Commerce with the assistance of the Revenue Department to the extent necessary. The Joint Director of Industries and Commerce and *Ex-Officio* Joint Registrar of Industrial Co-operatives is requested to take steps for the quick implementation of the scheme.

3. Sanction is accorded to an expenditure not exceeding Rs. 10,00,000 (Rupees Ten lakhs) for the implementation of the Scheme which is appended to this order and the same is debitable to the head "Q-Loans and Advances by State and Union Territory Governments—A. Loans to Local Funds, Private parties, etc., Miscellaneous Loans and Advances (d) Industrial loans-1A. Loans to Individual displaced goldsmiths for starting petty shops, cottage industries, etc." (New head to be opened).

4. The Scheme now formulated will be outside the purview of the Plan schemes and the State Aid to Industries Act and Rules thereunder.

5. Necessary provision will be made for the above expenditure by obtaining a supplementary grant in the Supplementary Estimate 1964-65 (I Instalment) and the funds will be available for expenditure after the Appropriation Act is published in the *Mysore Gazette*.

By Order and in the name of the Governor of Mysore,

N. S. BHARATH,

Deputy Secretary to Government,
Finance Department.

APPENDIX I.

Subject.—**Scheme for sanction of loan to individual goldsmiths for their rehabilitation.**

A sum not exceeding Rs. 1,000 (Rupees one thousand only) will be sanctioned as loan to a single member of the family of a displaced goldsmith to enable him or her to set up any petty trade of the following types.—

1 Bakery and Biscuit manufacture.
2 Dairy Products trade.
3 Setting up Egg stall.
4 Setting up Fruit stall.
5 Setting up Grocery shop.
6 Manufacture of Aluminium vessels.
7 Setting up Betel-nut and aerated water stall.
8 Manufacture of betel-nut and chewing tobacco.
9 Setting up Tea shop
10 Setting up Oilmen stores.
11 Setting up Button manufacture (horn, plastic, nylon).
12 Setting up Bangles shop.
13 Setting up cycle repair and hiring shop.
14 Cane articles manufacture and sale.
15 Electrical goods trade.
16 Fountain pens repairing and selling.
17 Glass and Ceramic wares trade.
18 Hardwares trade.
19 Plastic Fancy goods trade.
20 Setting up ready made garments and tailoring shops.
21 Setting up Stationery shops.
22 Scented materials manufacture and trade.
23 Setting up Kerosene shops.
24 Setting up Snuff shops.
25 Setting up Vegetable shops, etc.

The Assistant Directors of Industries and Commerce of the areas will be authorities competent to sanction and recover the loans under this scheme.

3 *Criteria for Eligibility for Assistance.*—The applicants for loan under this Scheme should have been residents of this State for a period of at least two years as on 1st January 1963. Only one person in the family of a displaced goldsmith will be eligible for the loan under the scheme. Recipients of such loans will not be eligible for any other rehabilitation measures, *viz.*, land grants, etc. They are also not eligible to work as certified goldsmiths.

4. *Application.*—Application for loan shall be made to the Assistant Director of Industries and Commerce of the district concerned on the prescribed form which can be had free of cost from the said Officers and Tahsildars. The application for loan should be accompanied by a Certificate from the Tahsildar showing that the applicant was mainly occupied in the trade of gold for a period of not less than one year prior to 10th January 1963 and has resided at the said place for a period of two years as on 1st January 1963 and that his is a genuine case, etc. The application for loan under the Scheme shall be in the form prescribed in the Annexure I and the bond to be executed by the Applicant will be in the form Annexure II.

5. *Disposal of Application.*—The applications will be received either by the Assistant Director of Industries and Commerce of the District concerned or by the Tahsildars. The applications so received will be consolidated and scrutinised by the Assistant Director of Industries and Commerce of the district concerned. The screened applicants may be granted loans after interviewing the

applicant by a Committee consisting of the Deputy Commissioner of the District as Chairman, the Assistant Director of Industries and Commerce as Convenor and one or two representatives of the local Goldsmiths' Associations as members. The loan will be sanctioned by the Assistant Director of Industries and Commerce on the personal security to be furnished by the applicant to the Assistant Director and after obtaining the bond from the applicant in the prescribed form. The Committee shall decide the particular single individual in the family of the displaced goldsmiths, to whom the loan may be sanctioned and also the quantum of loan. The decisions of the Committee are subject to revision by the Gold Control Officer and *Ex-Officio* Deputy Secretary to Government, Finance Department.

6. *Disbursement of Loan.*—The loan will be disbursed in two equal instalments spread over a period of six months. The first instalment will be disbursed immediately after the loan is sanctioned and the second instalment will be disbursed by the competent authority on his satisfying himself that the first instalment has been utilised for the purpose for which the loan was sanctioned.

7. *Interest.*—The rate of interest of the loan sanctioned under this scheme is 4 per cent per annum.

8. *Recovery.*—The entire loan shall be recovered in 12 quarterly instalments commencing 6 months after the date of the disbursements of the second instalment of the loan. If any instalment or part thereof and or interest accrued remains unpaid after the due date, such moneys together with costs, if any, or if so directed by Government, the entire balance of loan with interest accrued thereon together with costs, if any, shall be recovered as arrears of land revenue under the law for the time being in force. The Assistant Director will be at liberty to order the fore-closure of the loan and summary recovery of the outstanding amount before the stipulated period for repayment, if he is satisfied that the loan has been misused. He shall be competent to make such enquiries as he deems necessary on the application for loan and on the personal security offered by the applicant. He will also be competent to extend, in deserving cases and for exceptional reasons to be recorded in writing, the period for the repayment of the loan, the maximum period of such extension being limited to one year. Any concession shown shall not discharge the loanee from his liability under the bond he has executed.

9. *Register of Loans.*—The Joint Director of Industries and Commerce and the Assistant Director of Industries and Commerce both shall maintain registers of loans in the said form as may be approved by the Government.

10. *Inspections.*—The borrower shall allow the Assistant Director of Industries or the Joint Registrar of Industrial Co-operative Societies or any person deputed by him by general or special order in writing or any other person authorised in this behalf by the Government, at all reasonable times to inspect the premises, account books, machinery, plants, appliances, equipments, furniture, stocks and stores, etc., and all other belongings and things, connected with the Industrial undertaking or business enterprise or trade in respect of which the loan has been granted and to grant all reasonable facilities for such inspection.

11. *Security Bond.*—The loanee shall execute a personal security bond in the form mentioned in the Annexure II agreeing to terms and conditions laid down in this behalf before the loan amount is disbursed to him.

ANNEXURE I.

Form of application for loan to a single individual in a goldsmith's family.

1 (a) Full name of applicant, father's name and full address.	
(b) Place of residence and for how long has been residing there.	
2 Age—Date of birth ...	
3 Vocation followed till now and for how long ...	
4 Nature of trade for which aid is sought and where it is proposed to be set up.	
5 Whether any other member of the family has applied for the loan and if so, particulars of such application.	
6 Whether the applicant or any other member of the family has availed himself of loan assistance under the State Aid to Industries, Act.	
7 The facilities available to the applicant (raw material, market etc.)	
8 The process employed or proposed to be employed.	
9 Estimated expenditure per annum in running the trade.	
10 Extent of loan aid applied for ...	
11 The Number of instalments by which the loan and the interest thereon will be repaid.	
12 The property moveable or immoveable possessed with area, approximate value, encumbrances, if any, etc.	
13 Extent of owned or borrowed resources already available to the applicant.	
14 Any other useful information ...	

Declaration.

I.....S/o.....declare that the statements above are true to the best of my knowledge and belief.

Signature of the applicant.

ANNEXURE II.

Personal Security Bond.

KNOW ALL MEN BY these presents that I ..... son of .... aged ..... years and residing at .... (hereinafter called "the Borrower") am held and firmly bound unto the Governor of Mysore (hereinafter called "the Government") in the sum of Rs. .... (Rupees..... ..... only) to be paid to the said Governor of Mysore, his successors in office or assigns or his or their certain attorney or attorneys for which payment well and truly to be made I bind myself, my heirs, successors, executors, administrators, legal representatives and attorneys firmly by these presents.

SIGNED AND EXECUTED THIS .... day of .... one thousand nine hundred and sixty.....

WHEREAS the Borrower applied under the provisions of the Mysore Loan Scheme for Rehabilitation of Goldsmiths (hereinafter called "the Scheme") the Assistant Director of Industries and Commerce (hereinafter called "the Assistant Director") for a loan of Rs. ..... to enable him to start and run trade of ..... at ....

AND WHEREAS the Assistant Director has in pursuance of the provisions of the Scheme accordingly on behalf of the Governor of Mysore granted to Borrower the loan of Rs..... (Rupees..... .... only) under the terms and conditions contained and laid down in the scheme and whereas one of such conditions is that the Borrower..... should execute the above written bond in the said sum of Rs..... (Rupees..... only) conditioned for the due performance by the Borrower of all the terms and conditions contained in the Scheme.

AND WHEREAS the Borrower..... in consideration of the above recited loan granted by the Assistant Director to him as agreed to and executed the above written bond.

NOW the condition of the above written bond obligation is such that if the Borrower shall perform all the terms and conditions contained in the scheme, or such rules as may be framed hereafter in substitution for or in addition to the scheme and if the Borrower shall from time to time and at all times well and truly pay or cause to be paid to the Government the said sum of Rs..... (Rupees..... only) with interest thereon at the rate of four per cent per annum in 12 equal quarterly payments of Rs..... per instalment each compounded of principal and interest during the period of 4 years the first of such payments to be made on the..... .....and the subsequent payments to be made on the..... .....in each subsequent quarter and in the case the Borrower should, at any time or times thereafter, make default in the payment of any sum or sums and the said.....or his heirs, successors, executors, administrators, legal representatives or attorneys or any one of them shall, within one calendar month next after notice in writing of

any such default of payment of any sum due has been given to or left at the dwelling of, the Borrower.....or his heirs, successors, executors, administrators, legal representatives or attorneys or of any of them, pay or cause to be paid to the Government all such sums of money as at the time of such notice shall be due and owing from the Borrower to the Government then in any of the said cause the above written bond or obligation shall be void and of no effect otherwise the same shall be in full force and virtue and such sum or sums shall be liable to be recovered as if such sum or sums were arears of land revenue under the provisions of the Mysore Land Revenue Act, 1964 (Mysore Act XII of 1964) without prejudice to any other mode of recovery:

Provided always that if the Assistant Director is satisfied that the Borrower has not utilised all or any portion of the Loan for the purposes for which it is granted then, notwithstanding anything contained in the foregoing clauses, the entire loan amount shall become immediately payable and shall be liable to be recovered as if it were an arear of land revenue under the provisions of the Mysore Land Revenue Act, 1964 (Mysore Act XII of 1964) without prejudice to any other mode of recovery. The satisfaction of the Assistant Director in this regard under this clause is final and not liable to question in any court of law.

The Government will bear the Stamp Duty and the Registration fee if any payble in respect of this instrument.

SIGNED AND DELIVERED BY the above named.

In the presence of—

1.

2.